

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1337-03
Bill No.: HB 728
Subject: Water Resources: Cities, Water Supply Districts
Type: Original
Date: February 23, 2001

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2002	FY 2003	FY 2004
Local Government	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Department of Economic Development- Public Service Commission, and Office of Public Counsel** assume no fiscal impact to their agency.

Officials of the **Department of Natural Resources** assumes this proposal would have no fiscal impact to their department.

Officials of the **Callaway Water Supply District #1** assumes no fiscal impact to their district.

<u>FISCAL IMPACT - State Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
	\$0	\$0	\$0
<u>FISCAL IMPACT - Local Government</u>	FY 2002 (10 Mo.)	FY 2003	FY 2004
	\$0	\$0	\$0

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This bill prohibits public water supply districts from purchasing the assets of any regulated water or sewer corporation without the approval of the Public Service Commission and the water or sewer corporation. After purchasing the water or sewer corporation, a public water supply district may serve any location that received service from the water or sewer corporation, even those outside of the district's geographical boundary lines, and may provide new water or sewer

DESCRIPTION (continued)

services to any area within one-fourth of a mile of real property served by the water or sewer corporation prior to the purchase.

The bill also modifies the definition of the term "joint contract" to mean a contract entered into among contracting municipalities or between municipalities and public water supply districts or sewer districts for the purpose of establishing a commission. In current law, joint contract means a contract entered into between municipalities, public water supply districts, sewer districts, or nonprofit water companies.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Economic Development- Public Service Commission
Department of Natural Resources
Office of Public Counsel
Callaway County Public Water District

NOT RESPONDING

St.Louis Metropolitan Sewer District
Little Blue Sewer District
Cole County Public Water Districts 1,2,3, and 4



Jeanne Jarrett, CPA
Director
February 23, 2001